



G. THOMAS SURTEES
Commissioner

State of Alabama Department of Revenue

(www.revenue.alabama.gov)
50 North Ripley Street
Montgomery, Alabama 36132
February 20, 2006

CYNTHIA UNDERWOOD
Assistant Commissioner
LEWIS A. EASTERLY
Secretary

TO: ALL PERSONS, FIRMS, AND CORPORATIONS making sales at retail and purchasing tangible personal property for use, storage or other consumption in the police jurisdiction of the **City of Russellville**, Alabama (located in Franklin County).

On December 12, 2005, the governing body of the City of Russellville adopted Ordinance No. 2005-116 implementing a sales and use tax to be levied in the police jurisdiction of the city. This ordinance becomes effective **March 1, 2006**.

For sales made and/or delivered to consumers, or purchases made for use, storage, or other consumption, outside the corporate limits of the City of Russellville but within the police jurisdiction, the rates of sales and use tax are one-half of the existing city rates below. The current sales and use tax rates within the corporate limits of Russellville are as follows:

Sales & Use Tax Rates:

General Rate.....	3%
Admissions to places of amusement and entertainment.....	3%
Retail Selling Price of food for human consumption sold through vending machines.....	2.25%
Net difference paid for machines, machinery, and equipment used in planting, cultivating and harvesting farm products.....	.750%
Machines and parts and attachments for machines used in manufacturing tangible personal property750%
Net difference paid for all automotive vehicles, truck trailers, semi-trailers and house trailers750%

This ordinance in no way affects the sales or use tax levied inside the corporate limits of the City of Russellville. It only affects those who make sales at retail and/or purchase tangible personal property for use, storage or other consumption, outside the city limits of Russellville but within the city's police jurisdiction.

The Law requires that sales and use taxes levied in the police jurisdiction of Russellville be collected, reported and remitted in the same manner as the State Sales and Use Taxes. When you file and pay electronically, the Russellville police jurisdiction sales and use taxes are to be included on the electronic city/county tax return assigned to you (City and County Tax Return, form 9501). Simply enter the gross amount and deductions, and all calculations will be done automatically for you. You may file these taxes online through the Internet at www.revenue.alabama.gov/salestax/efiling.html, or through the telephone by calling toll free **1-800-828-1727**. Telephone-filers should use Locality Code 9404.

If you need additional information, please contact this office.

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